GOVERNMENT OF INDIA
EXTERNAL AFFAIRS
LOK SABHA

UNSTARRED QUESTION NO:2630
ANSWERED ON:06.12.2000
INDIA AND IRELAND AGREEMENT ON DOUBLE TAXATION SYSTEM
ASHOK KUMAR PATEL;RAMPAL SINGH

Will the Minister of EXTERNAL AFFAIRS be pleased to state:

(a) whether any agreements have been signed between India and Ireland to abolish double taxation system;

(b) if so, the main features of the agreements; and

(c) the time by which the agreements are likely to be effective?

Answer

THE MINISTER OF STATE FOR EXTERNAL AFFAIRS (SHRI AJIT KUMAR PANJA)

(a) Yes, Sir. The Double Taxation Avoidance Convention (DTAC) between India and Ireland was signed on 6 November 2000 in New Delhi.

(b) The DTAC provides for the avoidance of double taxation by one country giving credit for taxes paid by its national in the other country. It also prevents fiscal evasion with regard to taxes on income and capital gains. After it enters into force, the DTAC would stimulate the flow of capital, technology and personnel from India to Ireland and vice-versa. It would also provide tax stability and reduce any obstacles for providing mutual cooperation.

(c) The DTAC shall enter into force thirty days after India and Ireland exchange notifications, in writing, through diplomatic channels, regarding completion of their respective internal procedures. Thereafter the DTAC shall be effective in the fiscal year/year of assessment following the year in which it enters into force.